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ABSTRACT OF THE DISCLOSURE

The invention encompasses a method of downregulating a T cell-mediated immune response, through \mathbf{T} activation or cell receptor (TCR) stimulation antigen-primed Т cells in the presence of alphamelanocyte stimulating hormone $(\alpha-MSH)$, which may be optionally enhanced by adding transforming factor- β 2 (TGF- β 2) approximately 4-6 hours after the start of the primed T cells' exposure α -MSH. to Activation of the primed T cells may be mediated by presentation of the specific antigen to the primed T cells, or by an anti-TCR antibody or a T cell mitogen. As a result of the α -MSH treatment modulating the T cell activation, antigen-specific, regulatory, CD4+/CD25+ cells are generated that produce transforming growth factor- β (TGF- β) and can non-specifically down-regulate Th1-mediated inflammatory activities. The method may be used to down-regulate or suppress an autoimmune condition or a graft rejection in a transplant patient. invention also encompasses а kit for generating regulatory T cell comprising a specific antigen, α -MSH, and optionally, $TGF-\beta 2$ and/or a T cell culture medium. Also provided are gene therapy treatments for suppressing an autoimmune or graft rejection response, or for reintroducing establishing autotolerance, by genetic material (e.g. nucleic acid) for expressing α -MSH or a receptor-binding portion thereof, into a localized tissue site.